

**BEFORE THE TENNESSEE REGULATORY AUTHORITY AT
NASHVILLE, TENNESSEE**

February 16, 1999

IN RE:

**PETITION OF ON-SITE SYSTEMS, INC. TO AMEND ITS
CERTIFICATE OF CONVENIENCE AND NECESSITY**

**DOCKET NO.:
98-00881**

**ORDER APPROVING PETITION OF ON-SITE SYSTEMS, INC. TO AMEND ITS
CERTIFICATE OF CONVENIENCE AND NECESSITY FOR EXPANSION OF
SERVICE AREA**

On January 19, 1999, this matter came before the Tennessee Regulatory Authority (the "Authority") for a decision on the Petition of On-Site Systems, Inc. (hereafter the "Company") to amend its Certificate of Convenience and Necessity for expansion of its service area to include a portion of Campbell County known as the D. L. Hudson Property off Yoakum Hollow Road near Jacksboro, Tennessee.

I. Background

On April 4, 1994, the Company received a Certificate of Convenience and Necessity in Docket No. 93-09040 from the Tennessee Public Service Commission. Since that time, through various other dockets, the Company has been granted approval to expand into other areas of the state, as necessary. The Company's current tariff provides for a monthly rate of \$8.49 for sewer service to those it serves.

II. Petition to Expand Service Territory

On December 21, 1998, the Company filed its Petition seeking to expand its service territory to include a portion of Campbell County known as the D. L. Hudson Property off Yoakum Hollow Road near Jacksboro, Tennessee that is currently within the service territory of LaFollette Utilities. The County Executive of Campbell County has advised that it does not desire and has no plans to provide sewer service to the referenced expansion area. See December 17, 1998, letter from Tommy Stiner, attached hereto as Exhibit A. Moreover, LaFollette Utilities has advised that it does not desire and has no plans to provide sewer service to the referenced expansion area. See December 17, 1998, letter from Jim Summers, attached hereto as Exhibit B.




At its regularly scheduled Authority Conference held on January 19, 1999, the Authority considered the Petition and pertinent portions of the record and unanimously approved the same. Pursuant to Tenn. Code Ann. § 65-4-203, the Authority found the Petition to be in the public interest due to the reasonable needs of those to be served and the decision of both the County Executive of Campbell County and LaFollette Utilities to decline to serve those customers. The Authority further found the Petition to be consistent with other requests by the Company for service area expansions.

IT IS THEREFORE ORDERED THAT:

1. The Petition of On-Site Systems, Inc. to amend its Certificate of Convenience and Necessity to expand its service territory to include a portion of Campbell County known as the D. L. Hudson Property off Yoakum Hollow Road near Jacksboro, Tennessee is approved;

2. Any party aggrieved with the Authority's decision in this matter may file a Petition for Reconsideration with the Authority within ten (10) days from and after the date of this Order; and

3. Any party aggrieved with the Authority's decision in this matter has the right of judicial review by filing a Petition for Review in the Tennessee Court of Appeals, Middle Section, within sixty (60) days from and after the date of this Order.


CHAIRMAN

DIRECTOR

DIRECTOR

ATTEST:


EXECUTIVE SECRETARY

TOMMY C. STINER

COUNTY EXECUTIVE
CAMPBELL COUNTY
JACKSBORO, TENNESSEE 37757
OFFICE: 423-562-2526
FAX: 423-562-2075

17 December, 1998

Mr. Charles Pickney, Jr., P. E.
On-Site Systems, Inc.
7638 River road Pike
Nashville, TN 37209-5733

Dear Mr. Pickney,

This will acknowledge your recent request to the County that it provide sewer service to an area near Yoakum Hollow Road that is currently served by the LaFollette Utilities.

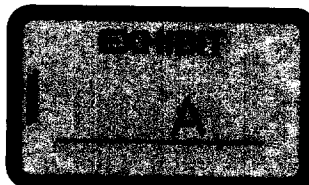
Please be advised that the County does not desire and has no plans to provide sewer service to the proposed subdivision near Yoakum Hollow Road.

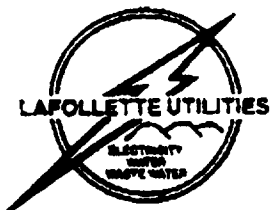
Sincerely,



Tommy C. Stiner

TCS/pgh





P.O. Box 1411 • 301 North Tennessee Avenue
LaFollette, Tennessee 37766
Phone: 423-562-3316
Fax: 423-566-6020

December 17, 1998

Mr. Charles Pickney, Jr., P. E.
On-Site Systems, Inc.
7638 River Road Pike
Nashville, TN 37209-5733

Dear Mr. Pickney:

This will acknowledge your recent request to LaFollette Utility that it provide sewer service to an area off of Yoakum Hollow road, LaFollette.

Please be advised that LaFollette Utilities does not desire and has no plans to provide sewer service to the proposed subdivision that is being developed by Southern Lifestyles off of Yoakum Hollow road near LaFollette.

Sincerely,
LAFOLLETTE UTILITIES

Jim Summers
Water Operations Superintendent

